

# **FISCAL NOTE**

## **SB 2556 - HB 2643**

February 1, 2000

**SUMMARY OF BILL:** Allows for-profit corporations to convert into limited liability companies by filing Articles of Conversion (similar to current provisions of the Limited Liability Company Act authorizing the conversion of limited partnerships into limited liability companies) and establishes a procedure for accomplishing this conversion.

### **ESTIMATED FISCAL IMPACT:**

#### **Decrease State Revenues - Not Significant**

Assumes any filing fees not collected as a result of the ability of the corporation to convert directly into a limited liability company, rather than dissolving/terminating the corporation and then organizing as a limited liability company, will not be significant.

Note: There would be no change in tax implication since a corporation and a limited liability company are taxed equally under Public Chapter 406 (enacted in 1999).

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James A. Davenport". The signature is fluid and cursive, with the first letters of the first and last names being capitalized and prominent.

James A. Davenport, Executive Director.

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